Form 3160-3 (August 1999)

UNITED STATES

FORM APPROVED OMB No. 1004-0136 Expires November 30, 2000

DEPARTMENT OF T	THE INTERIOR	and the second of the second of			
BUREAU OF LAND		5. Lease Serial No. UTU-0805			
APPLICATION FOR PERMIT	TO DRILL OR REENTER	6. If Indian, Allottee or Tribe Name UTE TRIBE	>		
la. Type of Work: ☑ DRILL ☐ REENTER	CONFIDENTIAL	7. If Unit or CA Agreement, Name WONSITS VALLEY	and No.		
lb. Type of Well: ☐ Oil Well ☐ Otl	her	8. Lease Name and Well No. WV 13W-9-8-21	in Sugarasis di		
2. Name of Operator Contact: QEP - UINTA BASIN INC	RALEEN SEARLE E-Mail: raleen.searle@questar.com	9. API Well No. 43-041-35367			
3a. Address 11002 EAST 17500 SOUTH VERNAL, UT 84078	3b. Phone No. (include area code) Ph: 435.781.4309 Fx: 435.781.4329		10. Field and Pool, or Exploratory WONSITS VALLEY		
4. Location of Well (Report location clearly and in accorded	nnce with any State requirements.*)	11. Sec., T., R., M., or Blk. and Sur	rvey or Are		
44431998 40	0.13215 N Lat, 109.56653 W Lon . 13214 09. 54572	Sec 9 T8S R21E Mer SLB			
 Distance in miles and direction from nearest town or post 12 +/- MILES FROM OURAY, UT 		12. County or Parish UINTAH	13. State		
15. Distance from proposed location to nearest property or lease line, ft. (Also to nearest drig, unit line, if any)	16. No. of Acres in Lease	17. Spacing Unit dedicated to this	well		
462' +/-	640.00	40.00			
18. Distance from proposed location to nearest well, drilling,	19. Proposed Depth	20. BLM/BIA Bond No. on file			
completed, applied for, on this lease, ft.	7650 MD	ESB000024			
21. Elevations (Show whether DF, KB, RT, GL, etc. 4757 KB	22. Approximate date work will start	23. Estimated duration 10 DAYS			
	24. Attachments				
he following, completed in accordance with the requirements of	of Onshore Oil and Gas Order No. 1, shall be attached to	this form:			
Well plat certified by a registered surveyor. A Drilling Plan. A Surface Use Plan (if the location is on National Forest System SUPO shall be filed with the appropriate Forest Service Of	Item 20 above). 5. Operator certification 6. Such other site specific in	ons unless covered by an existing bond formation and/or plans as may be requ	`		
25. Signature Title Forder Forder	Name (Brinted Typed) APIRAL SEN SEARLE IS NO.	Date 11	/26/2003		
REGULATORY AFFAIRS ANALYST ACHOR		oi			
Approved by (Signature)	Name (Printed/Typed) BRADLEY G. HILL DIV. OF OIL, G.	Date	-04-2		
THE	THE DIV. OF OIL, G	AS & MINING			

Application approval does not warrant or certify the applicant holds legal or equitable title to those rights in the subject lease which would entitle the applicant to conduct operations thereon.

Conditions of approval, if any, are attached.

EN PARGNMENTAL SCIENTIST III

Title

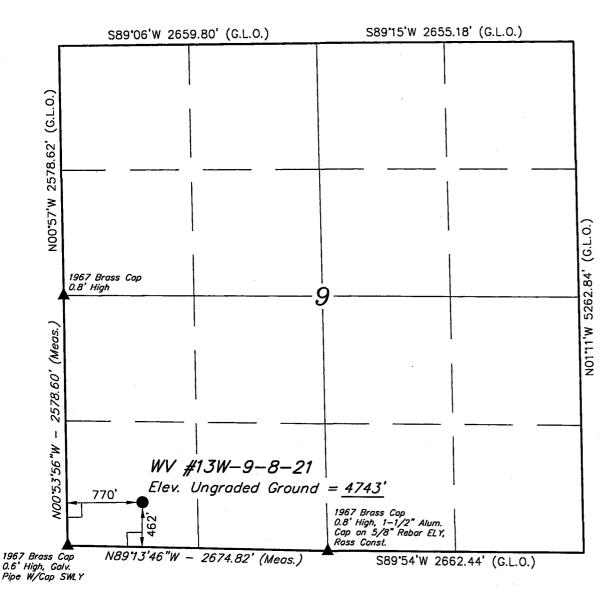
Title 18 U.S.C. Section 1001 and Title 43 U.S.C. Section 1212, make it a crime for any person knowingly and willfully to make to any department or agency of the United States any false, fictitious or fraudulent statements or representations as to any matter within its jurisdiction.

Additional Operator Remarks (see next page)

Electronic Submission #25521 verified by the BLM Well Information System For QEP - UINTA BASIN INC, sent to the Vernal

CONFIDENTIAL

T8S, R21E, S.L.B.&M.



LEGEND:

<u>S:</u> CONFIDENTIAL

__ = 90° SYMBOL

= PROPOSED WELL HEAD.

= SECTION CORNERS LOCATED.

(NAD 83)

LATITUDE = 40°07'55.73" (40.132147)

LONGITUDE = $109^{\circ}33'59.52''$ (109.566533)

QUESTAR EXPLORATION & PRODUCTION

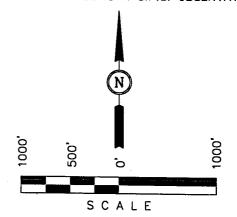
Well location, WV #13W-9-8-21, located as shown in the SW 1/4 SW 1/4 of Section 9, T8S, R21E, S.L.B.&M. Uintah County, Utah.

BASIS OF ELEVATION

BENCH MARK 20EAM LOCATED IN THE SE 1/4 OF SECTION 35, T8S, R21E, S.L.B.&M. TAKEN FROM THE OURAY SE, QUADRANGLE, UTAH, UINTAH COUNTY, 7.5 MINUTE QUAD. (TOPOGRAPHIC MAP) PUBLISHED BY THE UNITED STATES DEPARTMENT OF THE INTERIOR, GEOLOGICAL SURVEY. SAID ELEVATION IS MARKED AS BEING 4697 FEET.

BASIS OF BEARINGS

BASIS OF BEARINGS IS A G.P.S. OBSERVATION.



CERTIFICATE

THIS IS TO CERTIFY THAT THE ABOVE PLAT WAS PREPARED FROM FIELD NOTES OF ACTUAL SURVEYS MADE BY ME OR UNDER MY SUPERVISION AND THAT THE SAME ARE TRUE AND CORRECT TO THE BEST OF MY KNOWLEDGE AND BELIEF

REGISTERED LAND SURVE REGISTRATION NO. 161919 STATE OF TATAL

UINTAH ENGINEERING & LAND SURVEYING 85 SOUTH 200 EAST - VERNAL, UTAH 84078

• ((400) 769-1017	
SCALE 1" = 1000'	DATE SURVEYED: 11-04-03	DATE DRAWN: 11-06-03
PARTY D.A. A.F. D.COX	REFERENCES G.L.O. PLA	Γ .
WEATHER COLD		STAR & PRODUCTION

QEP Uinta Basin, Inc. WV 13W-9-8-21

ONSHORE OIL & GAS ORDER NO. 1 Approval of Operations on Onshore Federal Oil and Gas Leases

All lease and/or unit operations will be conducted in such a manner that full compliance is made with applicable laws, regulations (43 CFR 3100), Onshore Oil and Gas No. 1, and the approved plan of operations. The operator is fully responsible for the actions of his subcontractors. A copy of these conditions will be furnished the field representative to insure compliance.

1. Formation Tops

The estimated tops of important geologic markers are as follows:

Formation	Depth
Uinta	Surface
Green River	2770
Mahogany Ledge	3490
Wasatch	6160
TD	7650

2. Anticipated Depths of Oil, Gas, Water and Other Mineral Bearing Zones

The estimated depths at which the top and bottom of the anticipated water, oil, gas or other mineral bearing formations are expected to be encountered are as follows:

Substance	Formation	Depth
Oil/Gas	Wasatch	7650

All fresh water and prospectively valuable minerals encountered during drilling, will be recorded by depth and adequately protected. All oil and gas shows will be tested to determine commercial potential.

All water shows and water-bearing sands will be reported to the BLM in Vernal, Utah. Copies of State of Utah form OGC-8-X are acceptable. If no flows are detected, samples will be submitted to the BLM along with any water analyses conducted.

3. Anticipated Bottom Hole Pressures

Maximum anticipated bottom hole pressure equals approximately 3060.0 psi.

QEP UINTA BASIN, INC. WV 13W-9-8-21 462' FSL, 770' FWL SWSW, SECTION 9, T8S, R21E UINTAH COUNTY, UTAH LEASE # UTU-0805

ONSHORE ORDER NO. 1

MULTI - POINT SURFACE USE & OPERATIONS PLAN

1. Existing Roads:

The proposed well site is approximately 12 miles East of Ouray, Utah.

Refer to Topo Maps A and B for location of access roads within a 2 - mile radius.

There will be no improvements made to existing access roads.

2. Planned Access Roads:

Please see QEP Uinta Basin, Inc. Standard Practices for Wasatch Formation Wells located in Red Wash, Wonsits Valley, Gypsum Hills, White River, Glen Bench, and undesignated fields in Townships 07 and 08 South, Ranges 21 to 24 East.

Refer to Topo Map B for the location of the proposed access road.

3. Location of Existing Wells Within a 1 - Mile Radius:

Please refer to Topo Map C.

4. Location of Existing & Proposed Facilities:

Please see QEP Uinta Basin, Inc. Standard Practices for Wasatch Formation Wells located in Red Wash, Wonsits Valley, Gypsum Hills, White River, Glen Bench, and undesignated fields in Townships 07 and 08 South, Ranges 21 to 24 East.

Refer to Topo Map D for the location of the proposed pipeline.

5. Location and Type of Water Supply:

Please see QEP Uinta Basin, Inc. Standard Practices for Wasatch Formation Wells located in Red Wash, Wonsits Valley, Gypsum Hills, White River, Glen Bench, and undesignated fields in Townships 07 and 08 South, Ranges 21 to 24 East.

6. Source of Construction Materials:

Please see QEP Uinta Basin, Inc. Standard Practices for Wasatch Formation Wells located in Red Wash, Wonsits Valley, Gypsum Hills, White River, Glen Bench, and undesignated fields in Townships 07 and 08 South, Ranges 21 to 24 East.

7. Methods of Handling Waste Materials:

Please see QEP Uinta Basin, Inc. Standard Practices for Wasatch Formation Wells located in Red Wash, Wonsits Valley, Gypsum Hills, White River, Glen Bench, and undesignated fields in Townships 07 and 08 South, Ranges 21 to 24 East.

8. Ancillary Facilities:

Please see QEP Uinta Basin, Inc. Standard Practices for Wasatch Formation Wells located in Red Wash, Wonsits Valley, Gypsum Hills, White River, Glen Bench, and undesignated fields in Townships 07 and 08 South, Ranges 21 to 24 East.

9. Well Site Layout: (See Location Layout Diagram)

The attached Location Layout Diagram describes drill pad cross-sections, cuts and fills and locations of the mud tanks, reserve pit, flare pit, pipe racks, trailer parking, spoil dirt stockpile(s), and surface material stockpile(s).

Please see the attached diagram to describe rig orientation, parking areas, and access roads.

10. Plans for Reclamation of the Surface:

Please see QEP Uinta Basin, Inc. Standard Operating Practices for Wasatch Formation Wells located in Red Wash, Wonsits Valley, Gypsum Hills, White River, Glen Bench, and undesignated fields in Township 07 and 08 South, Ranges 21 to 24 East.

11. Surface Ownership:

The well pad and access road are located on lands owned by:

Ute Tribe PO Box 190 Ft. Duchesne, UT 84026 (435) 722-5141

12. Other Information

A Class III archaeological survey was conducted by Montgomery Archaeology Consultants. A copy of this report was submitted directly to the appropriate agencies by Montgomery Archaeology Consultants. Cultural resource clearance was recommended for this location.



Lessee's or Operator's Representative:

John Busch Red Wash Operations Rep. QEP Uinta Basin, Inc. 11002 East 17500 South Vernal, Utah 84078 (435) 781-4341

Certification:

All lease and/or unit operations will be conducted in such a manner that full compliance is made with all applicable laws, regulations, Onshore Oil & Gas Orders, the approved plan of operations, and any applicable Notice to Lessees.

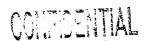
QEP Uinta Basin, Inc. will be fully responsible for the actions of their subcontractors.

A complete copy of the approved Application for Permit to Drill will be furnished to the field representative(s) to ensure compliance and shall be on location during all construction and drilling operations.

I hereby certify that I, or persons under my direct supervision, have inspected the proposed drill site and access route; that I am familiar with the conditions which currently exist; that the statements made in this plan are, to the best of my knowledge, true and correct; and that the work associated with the operations proposed herein will be performed by QEP Uinta Basin, Inc. its' contractors and subcontractors in conformity with this plan and the terms and conditions under which it is approved. This statement is subject to the provisions of 18 U.S.C. 1001 for the filing of a false statement.

John Busch Red Wash Operations Representative 24-Nov-03

Date



Additional Operator Remarks:

QEP Uinta Basin, Inc. proposes to drill a well to 7650' to test the Wasatch. If productive, casing will be run and the well completed. If dry, the well will be plugged and abandoned as per BLM and State of Utah requirements.

Please see QEP Uinta Basin, Inc. Standard Operating Practices for Wasatch formation wells located in Red Wash, Wonsits Valley, Gypsum Hills, White River, Glen Bench, and undesignated fields in Townships 07 and 08 South, Ranges 21 to 24 East.

See Onshore Order No. 1 Attached

Please be advised that QEP Uinta Basin, Inc. agrees to be responsible under the terms and conditions of the lease for the operations conducted upon the lease lands.

Bond coverage for this well is provided by Bond No. ESB000024. The principal is QEP Uinta Basin, Inc. via surety as consent as provided for the 43 CFR 3104.2.

QUESTAR EXPLR. & PROD.

WV #13W-9-8-21

LOCATED IN UINTAH COUNTY, UTAH SECTION 9, T8S, R21E, S.L.B.&M.

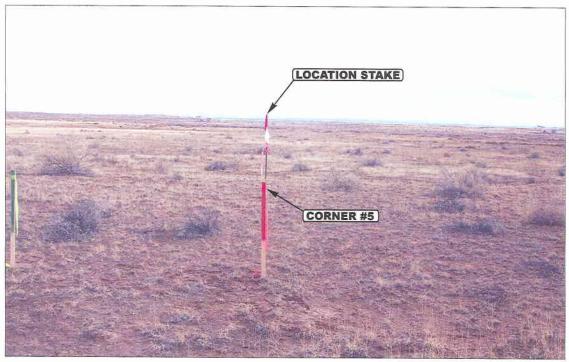


PHOTO: VIEW FROM CORNER #5 TO LOCATION STAKE

CAMERA ANGLE: SOUTHEASTERLY



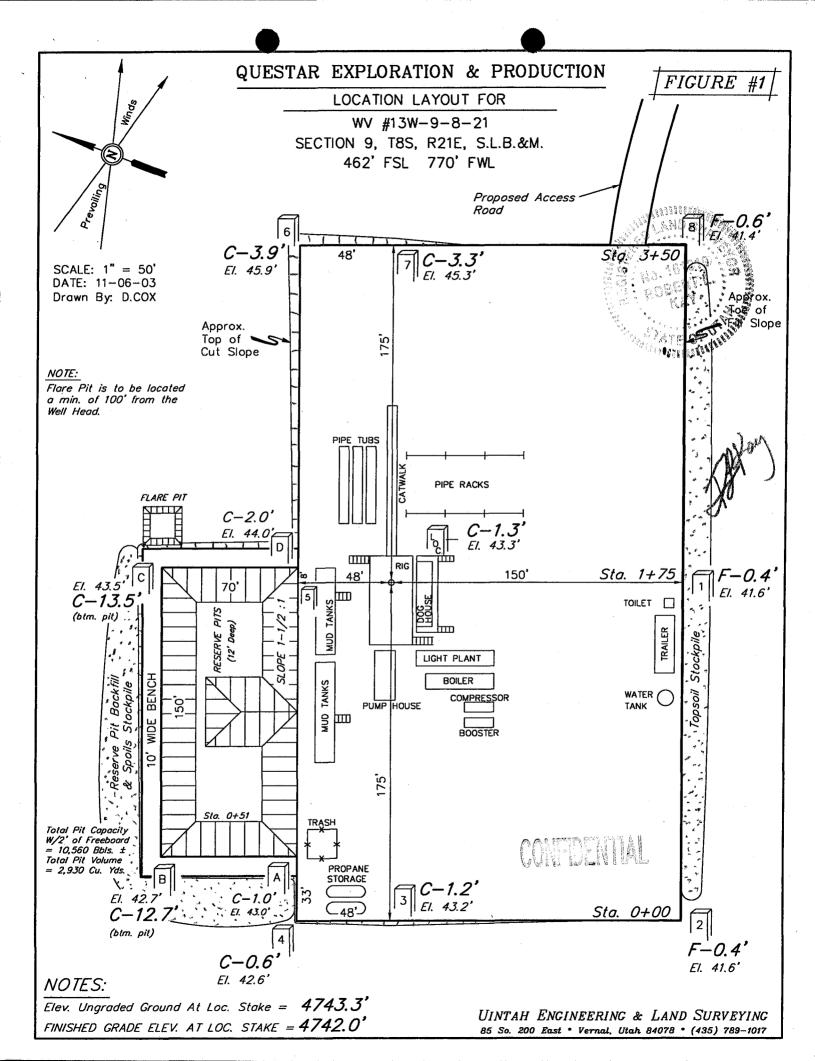
PHOTO: VIEW FROM BEGINNING OF PROPOSED ACCESS

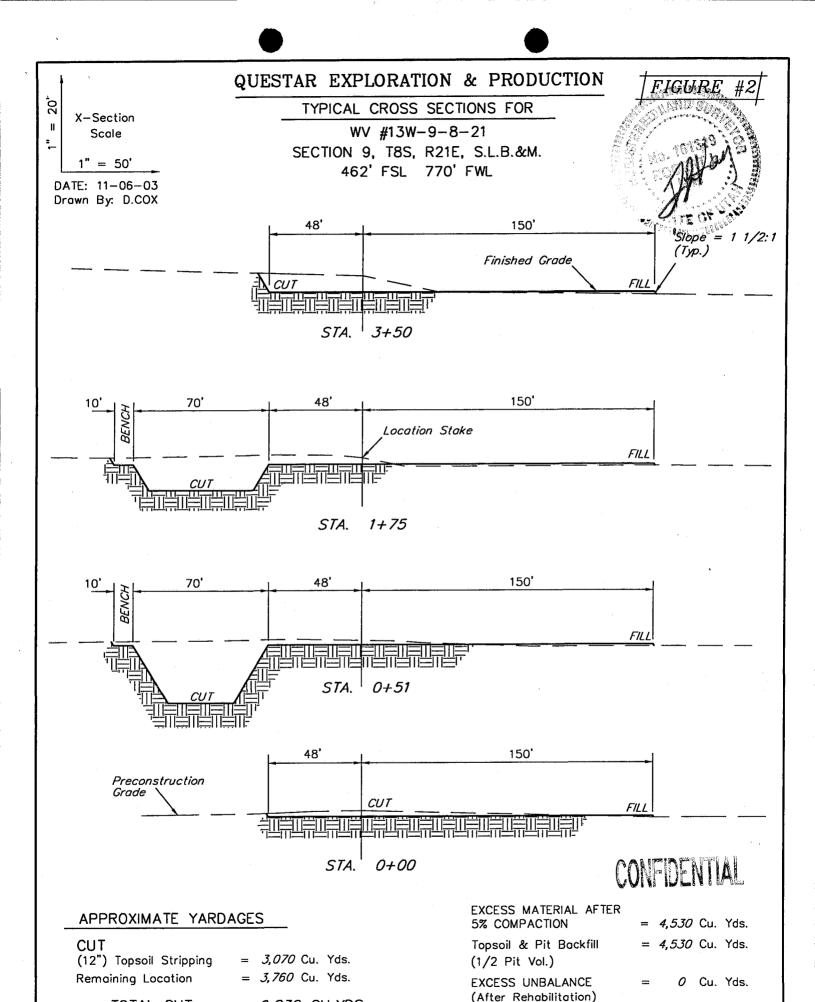
CAMERA ANGLE: SOUTHWESTERLY



Uintah Engineering & Land Surveying 85 South 200 East Vernal, Utah 84078 435-789-1017 uels@uelsinc.com LOCATION PHOTOS 11 07 03 MONTH DAY YEAR TAKEN BY: D.A. DRAWN BY: P.M. REVISED: 00-00-000

РНОТО





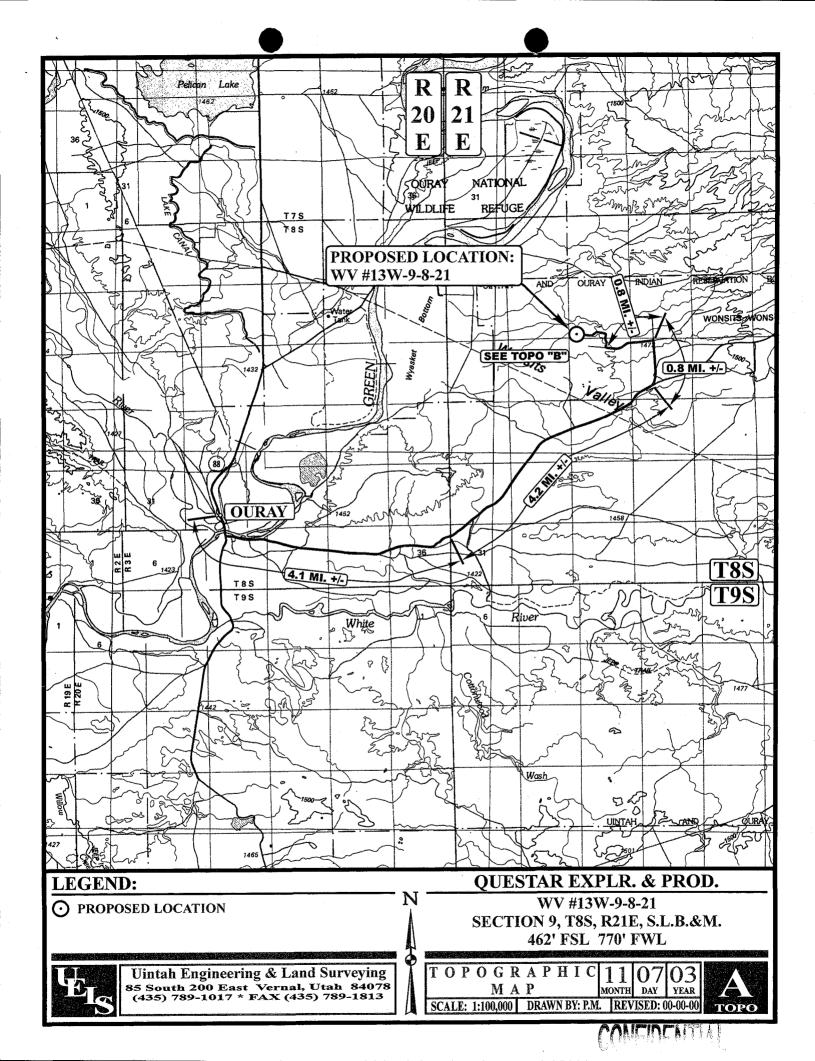
TOTAL CUT = 6,830 CU.YDS.

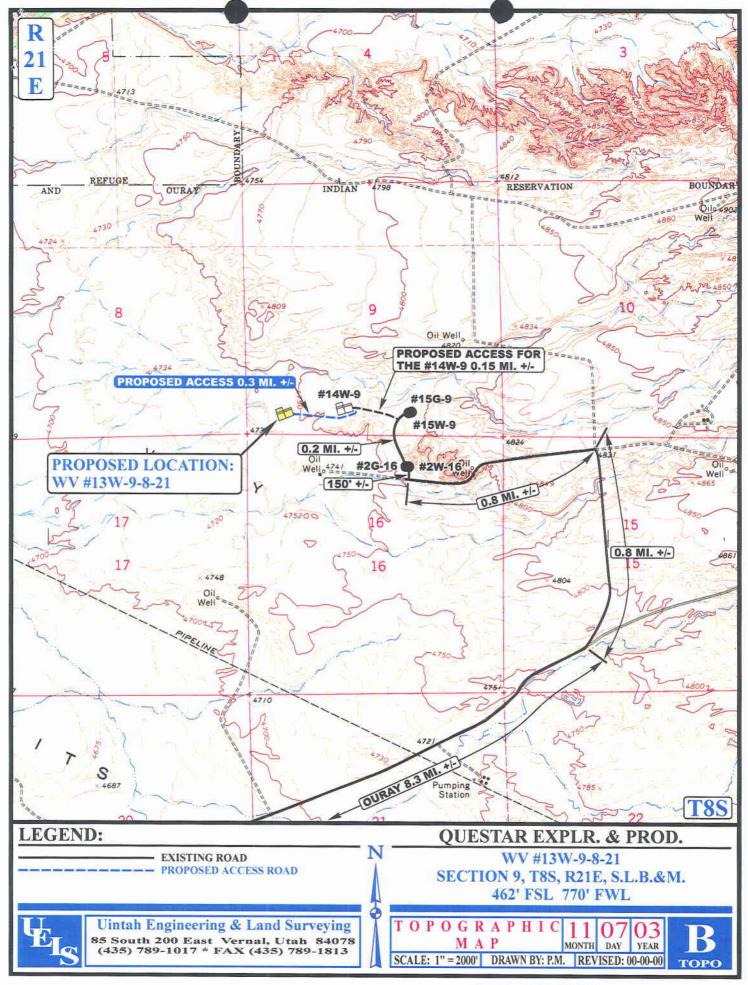
FILL = 2,190 CU.YDS.

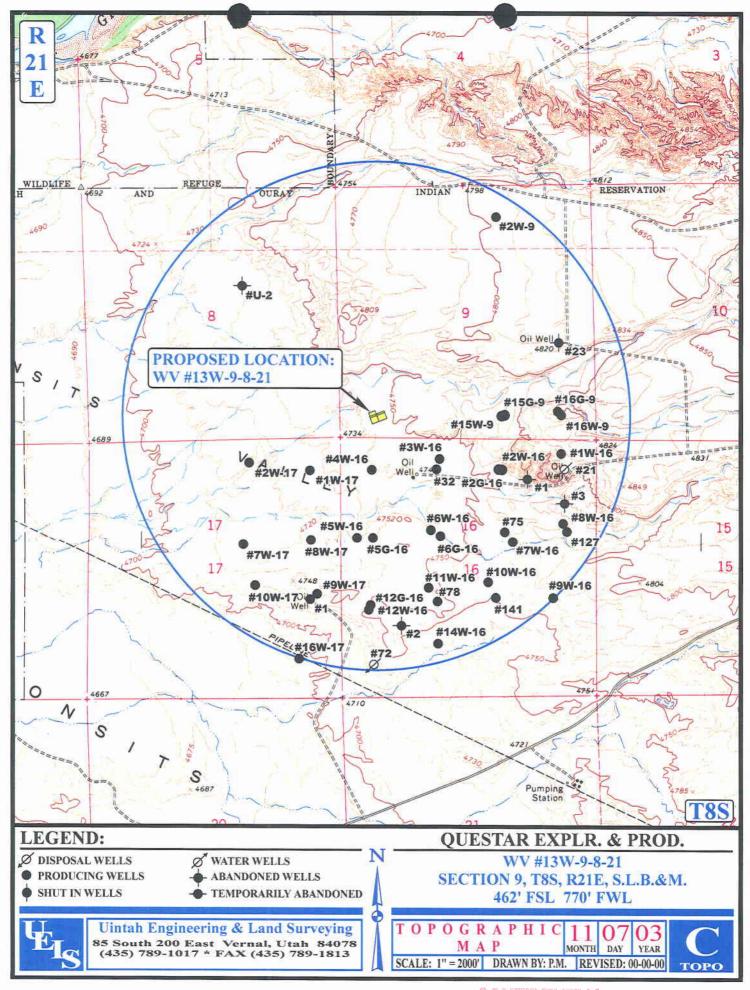
#ITER REPRODUCTION

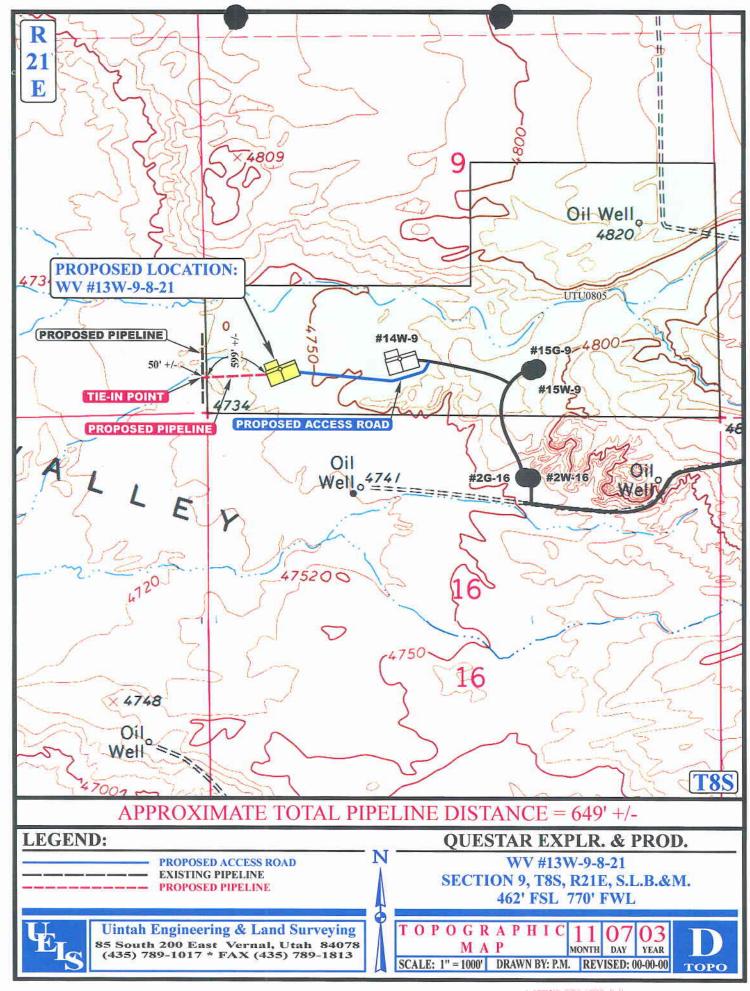
UINTAH ENGINEERING & LAND SURVEYING

85 So. 200 East • Vernal, Utah 84078 • (435) 789–1017



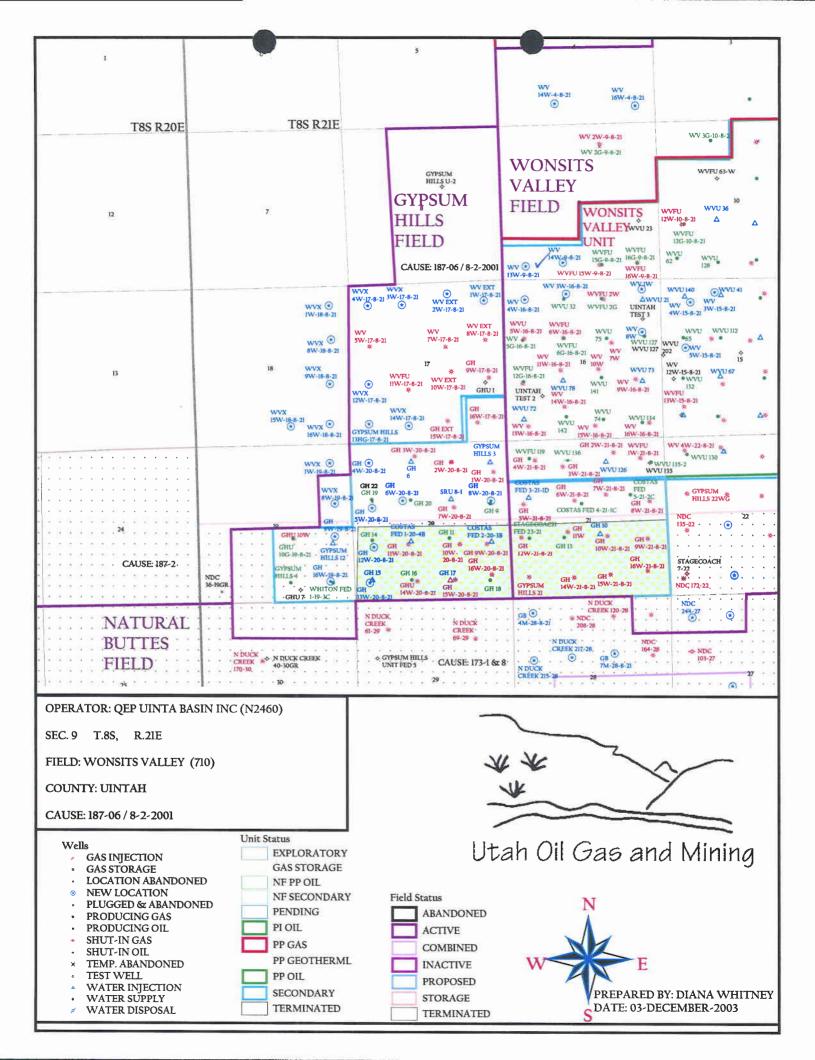






WORKSHEET APPLICATION FOR PERMIT TO DRILL

APD RECEIVED: 12/02/2003	API NO. ASSIGNED: 43-047-35367
WELL NAME: WV 13W-9-8-21	
OPERATOR: QEP UINTA BASIN, INC. (N2460)	
CONTACT: RALEEN SEARLE	PHONE NUMBER: 435-781-4309
CONTACT: ICEDIAN SHIRLIN	PHONE NUMBER: 433-781-4309
PROPOSED LOCATION: SWSW 09 080S 210E SURFACE: 0462 FSL 0770 FWL	INSPECT LOCATN BY: / / Tech Review Initials Date
BOTTOM: 0462 FSL 0770 FWL UINTAH	Engineering
WONSITS VALLEY (710)	Geology
LEASE TYPE: 1 - Federal	Surface
LEASE NUMBER: UTU-0805	
SURFACE OWNER: 2 - Indian	LATITUDE: 40.13214
	I ONGTHUDE . 100 F.CE72
PROPOSED FORMATION: WSTC	LONGITUDE: 109.56572
Plat Bond: Fed[1] Ind[] Sta[] Fee[] (No. ESB000024 Potash (Y/N) Oil Shale 190-5 (B) or 190-3 or 190-13 Water Permit (No. 43-8496 RDCC Review (Y/N) (Date:) Fee Surf Agreement (Y/N)	LOCATION AND SITING: R649-2-3. Unit WONSITS VALLEY R649-3-2. General Siting: 460 From Qtr/Qtr & 920' Between Wells R649-3-3. Exception Drilling Unit Board Cause No: 187-04e Eff Date: 8-2-2001 Siting: Suspends General Siting: R649-3-11. Directional Drill
STIPULATIONS: 1- federal approximations	a O



Form 3160-3 (August 1999)

UNITED STATES DEPARTMENT OF THE INTERIOR BUREAU OF LAND MANAGEMENT

FORM APPROVED OMB No. 1004-0136 Expires November 30, 2000

006

5. Lease Serial No. UTU0805

APPLICATION FOR PERMIT TO DRILL OR REENTER		6. If Indian, Allottee or Tribe Name		
1a. Type of Work: ☑ DRILL ☐ REENTER	CONFIDENTIAL	7. If Unit or CA Agreement, Name and No. UTU63043C		
lb. Type of Well: Oil Well 🗖 Gas Well 🗍 Otl	ner Single Zone Multiple Zone	8. Lease Name and Well No. WV 13W-9-8-21		
2. Name of Operator Contact: QEP UINTA BASIN INC	RALEEN SEARLE E-Mail: rsearle@westportresourcescorp.com	9. API Well No. 43-047-35367-00-X1		
3a. Address 11002 EAST 17500 SOUTH VERNAL, UT 84078	3b. Phone No. (include area code) Ph: 435.781.7044 Fx: 435.781.7094	10. Field and Pool, or Exploratory WONSITS VALLEY		
4. Location of Well (Report location clearly and in accorda	nce with any State requirements.*)	11. Sec., T., R., M., or Blk. and Survey or Area		
At surface SWSW 462FSL 770FWL 4 At proposed prod. zone	0.13215 N Lat, 109.56653 W Lon	Sec 9 T8S R21E Mer SLB SME: BIA		
 Distance in miles and direction from nearest town or post +/- MILES FROM OURAY, UT 	office*	12. County or Parish UINTAH 13. State UT		
15. Distance from proposed location to nearest property or lease line, ft. (Also to nearest drig. unit line, if any)	16. No. of Acres in Lease	17. Spacing Unit dedicated to this well		
462' +/-	640.00	40.00		
18. Distance from proposed location to nearest well, drilling, completed, applied for, on this lease, ft.	19. Proposed Depth	20. BLM/BIA Bond No. on file		
1000' +/-	7650 MD	ESB000024		
21. Elevations (Show whether DF, KB, RT, GL, etc. 4757 KB	22. Approximate date work will start	23. Estimated duration 10 DAYS		
	24. Attachments			
The following, completed in accordance with the requirements o	f Onshore Oil and Gas Order No. 1, shall be attached to t	his form:		
 Well plat certified by a registered surveyor. A Drilling Plan. A Surface Use Plan (if the location is on National Forest Syst SUPO shall be filed with the appropriate Forest Service Of 	Item 20 above). em Lands, the 5. Operator certification	ns unless covered by an existing bond on file (see		

- specific information and/or plans as may be required by the authorized officer.

(Electronic Submission)	Name (Printed/Typed) RALEEN SEARLE	Date 11/26/2003		
Title PREPARER		the state of the s		
Approved by (Signature) (Electronic Submission)	Name (Printed/Typed) HOWARD B CLEAVINGER II	Date 04/28/2004		
Title AFM FOR MINERAL RESOURCES	Office Vernal	the state of the s		

Application approval does not warrant or certify the applicant holds legal or equitable title to those rights in the subject lease which would entitle the applicant to conduct operations thereon.

Conditions of approval, if any, are attached.

Title 18 U.S.C. Section 1001 and Title 43 U.S.C. Section 1212, make it a crime for any person knowingly and willfully to make to any department or agency of the United States any false, fictitious or fraudulent statements or representations as to any matter within its jurisdiction.

Additional Operator Remarks (see next page)

Electronic Submission #25521 verified by the BLM Well Information System For QEP UINTA BASIN INC, sent to the Vernal Committed to AFMSS for processing by LESLIE WALKER on 12/03/2003 (04LW2356AE)

Additional Operator Remarks:

QEP Uinta Basin, Inc. proposes to drill a well to 7650' to test the Wasatch. If productive, casing will be run and the well completed. If dry, the well will be plugged and abandoned as per BLM and State of Utah requirements.

Please see QEP Uinta Basin, Inc. Standard Operating Practices for Wasatch formation wells located in Red Wash, Wonsits Valley, Gypsum Hills, White River, Glen Bench, and undesignated fields in Townships 07 and 08 South, Ranges 21 to 24 East.

See Onshore Order No. 1 Attached

Please be advised that QEP Uinta Basin, Inc. agrees to be responsible under the terms and conditions of the lease for the operations conducted upon the lease lands.

Bond coverage for this well is provided by Bond No. ESB000024. The principal is QEP Uinta Basin, Inc. via surety as consent as provided for the 43 CFR 3104.2.

Revisions to Operator-Submitted EC Data for APD #25521

Operator Submitted

Lease:

UTU-0805

Agreement:

WONSITS VALLEY

Operator:

QEP - UINTA BASIN INC

11002 EAST 17500 SOUTH VERNAL, UT 84078 Ph: 435.781.4309 Fx: 435.781.4323

Admin Contact:

RALEEN SEARLE REGULATORY AFFAIRS ANALYST 11002 EAST 17500 SOUTH VERNAL, UT 84078 Ph: 435.781.4309 Fx: 435.781.4329

E-Mail: raleen.searle@questar.com

Tech Contact:

WV 13W-9-8-21 Well Name:

Number:

Location:

State:

County: S/T/R:

Surf Loc:

UINTAH Sec 9 T8S R21E Mer SLB SWSW 462FSL 770FWL 40.13215 N Lat, 109.56653 W Lon

Field/Pool:

WONSITS VALLEY

Bond:

ESB000024

BLM Revised (AFMSS)

UTU0805

UTU63043C

QEP UINTA BASIN INC

11002 EAST 17500 SOUTH VERNAL, UT 84078 Ph: 435.781.4300

RALEEN SEARLE PREPARER 11002 EAST 17500 SOUTH VERNAL, UT 84078 Ph: 435.781.7044 Fx: 435.781.7094

E-Mail: rsearle@westportresourcescorp.com

13W-9-8-21

UT UINTAH Sec 9 T8S R21E Mer SLB SWSW 462FSL 770FWL 40.13215 N Lat, 109.56653 W Lon

WONSITS VALLEY

ESB000024

COAs Page 1 of 4 Well No.: WV 13W-9-8-21

CONDITIONS OF APPROVAL APPLICATION FOR PERMIT TO DRILL

Company/Operator:	QEP-Uinta Basin, Inc.
Well Name & Number:	WV 13W-9-8-21
API Number:	43-047-35367
Lease Number:	U-0805
Location: SWSW S	Sec. 9 T. 8S R. 21E
Agreement:	Wonsits Valley WS AB

For more specific details on notification requirements, please check the Conditions of Approval for Notice to Drill and Surface Use Program.

CONDITIONS OF APPROVAL FOR NOTICE TO DRILL

Approval of this application does not warrant or certify that the applicant holds legal or equitable title to those rights in the subject lease which would entitle the applicant to conduct operations thereon.

Be aware fire restrictions may be in effect when location is being constructed and/or when well is being drilled. Contact the appropriate Surface Management Agency for information.

Casing Program and Auxiliary Equipment

As a minimum requirement, the cement behind the production casing must extend at least 200' above the base of top of the Green River formation which has been identified at ± 2670 '.

Coring, Logging and Testing Program

Daily drilling and completion progress reports shall be submitted to this office on a weekly basis.

Please submit an electronic copy of all logs run on this well in LAS format. This submission will supercede the requirement for submittal of paper logs to the BLM.

COAs Page 2 of 4 Well No.: WV 13W-9-8-21

In the event after-hours approvals are necessary, you must contact one of the following individuals:

Ed Forsman

(435) 828-7874

Petroleum Engineer

Kirk Fleetwood

(435) 828-7875

Petroleum Engineer

BLM FAX Machine

(435) 781-4410

COAs Page 3 of 4 Well No.: WV 13W-9-8-21

SURFACE USE PROGRAM CONDITIONS OF APPROVAL (COAs)

QEP-Uinta Basin, Inc. (QEP) will assure the Ute Tribe that any/all contractors and subcontractors have acquired a current Tribal Business License and have updated "Access Permits" prior to construction. All QEP personnel, contractors and subcontractors will have these permits in their vehicles at all times. Companies that have not complied with this COA will be in violation of the Ute Tribal Business License Ordinance, and will be subject to fines and penalties.

QEP employees, representatives, and/or authorized personnel (subcontractors) shall not carry firearms on their person or in their vehicles while working on the Uintah & Ouray Indian Reservation.

QEP employees and/or authorized personnel (subcontractors) in the field will have applicable approved APDs and/or ROW permits/authorizations on their person(s) during all phases of construction.

QEP will notify the Ute Tribe and Bureau of Indian Affairs (BIA) in writing of any requested modification of APDs or Rights-Of-Way (ROW). QEP shall receive written notification of authorization or denial of the requested modification. Without authorization, QEP will be subject to fines and penalties.

The Ute Tribe Energy & Minerals Department shall be notified in writing 48 hours in advance of any construction activity. The Ute Tribal office is open Monday through Thursday. A Tribal Technician is to routinely monitor construction. QEP shall make arrangements with the Ute Energy & Minerals Department for all monitoring that will exceed regular working hours for Tribal Technicians. A qualified Archaeologist accompanied by a Tribal Technician will monitor any trenching construction of the pipeline. QEP is to inform contractors to maintain construction of the pipelines within the approved ROW.

A ROW, 30 feet wide and 1384 feet long, shall be granted by BIA for the new access road. A corridor ROW, 30 feet wide and 622 feet long, shall be granted for the pipeline construction. The constructed, travel width of the access road will be limited to 18 feet. Upon authorization by the Ute Tribe Energy & Minerals Department, the ROW may be wider where sharp curves, deep cuts and fills occur; or, where intersections with other roads are required.

Upon completion of the pertinent APD and ROWs, QEP will notify the Ute Tribe Energy & Minerals Department for a Tribal Technician to verify the Affidavit of Completion. When each pipeline has been constructed and completed as built descriptions will be filed with the Ute Tribal Energy & Minerals Department.

Production waters, oil, and other byproducts shall not be placed on access roads or the well pad.

COAs Page 4 of 4 Well No.: WV 13W-9-8-21

All vehicular traffic, personnel movement, construction and restoration operations will be confined to the areas examined and approved and to the existing roadways and/or evaluated access routes.

QEP will implement "Safety and Emergency Plan" and ensure plan compliance.

QEP shall stop construction activities and notify personnel from the Ute Tribe Energy & Minerals Department and BIA if cultural remains including paleontology resources (vertebrate fossils) are exposed or identified during construction. The Ute Tribe Department of Cultural Rights & Protection and the BIA will provide mitigation measures prior to allowing construction.

QEP employees and/or authorized personnel (subcontractors) will not be allowed to collect artifacts and paleontology fossils. No significant cultural resources shall be disturbed.

QEP will control noxious weeds on the well site and ROWs. QEP will be responsible for noxious weed control if weeds spread from the project area onto adjoining land.

Reserve pits will be lined with an impervious synthetic liner to conserve fluids. A fence will be constructed around the reserve pit until it is backfilled. Prior to backfilling the reserve pit, all fluids will be pumped from the pit into trucks and hauled then to approved, disposal sites. When the reserve pits are backfilled, the surplus oil and mud, etc., will be buried a minimum of 3 feet below the surface of the soil.

A closed system will be used during production. This means that production fluids will be contained in leak-proof tanks. All production fluids will be disposed of at approved disposal sites. If any of the produced water is diverted to drilling activities, then any reserve pits where this produced water is hauled must have a pit liner installed. This produced water may not be injected down the annulus of a well after the drilling has been completed.

Surface pipelines will be constructed to lay on the soil surface. The pipeline ROW will not be bladed or cleared of vegetation without authorization of the BIA. Surface pipelines shall be welded in place at well sites or on access roads and on other existing roads then pulled into place with suitable equipment. Vehicles shall not use pipeline ROWs as access roads unless specifically authorized.

Before the site is abandoned, QEP will be required to restore the well site and ROWs to near their original state. The disturbed areas will be reseeded with desirable perennial vegetation.

Soil erosion will be mitigated, by reseeding all disturbed areas.

United States Department of the Interior

BUREAU OF LAND MANAGEMENT

Utah State Office
P.O. Box 45155
Salt Lake City, Utah 84145-0155

IN REPLY REFER TO: 3160 (UT-922)

December 3, 2003

Memorandum

To:

Assistant District Manager Minerals, Vernal District

From:

Michael Coulthard, Petroleum Engineer

Subject:

2003 Plan of Development Wonsits Valley Unit

Uintah County, Utah.

Pursuant to email between Diana Whitney, Division of Oil, Gas and Mining, and Mickey Coulthard, Utah State Office, Bureau of Land Management, the following wells are planned for calendar year 2003 within the Wonsits Valley Unit, Uintah County, Utah.

API#

WELL NAME

LOCATION

(Proposed PZ Wasatch)

43-047-35367 WV 13W-9-8-21 Sec 9 T8S R21E 0462 FSL 0770 FWL 43-047-35368 WV 14W-9-8-21 Sec 9 T8S R21E 0585 FSL 2022 FWL

This office has no objection to permitting the wells at this time.

/s/ Michael L. Coulthard

bcc: File - Wonsits Valley Unit

Division of Oil Gas and Mining

Agr. Sec. Chron Fluid Chron

MCoulthard:mc:12-3-03



Michael O. Leavitt Governor Robert L. Morgan Executive Director Lowell P. Braxton Division Director 1594 West North Temple, Suite 1210 PO Box 145801 Salt Lake City, Utah 84114-5801 (801) 538-5340 telephone (801) 359-3940 fax (801) 538-7223 TTY www.nr.utah.gov

December 4, 2003

QEP - Uinta Basin, Inc. 11002 E 17500 S Vernal, UT 84078

Re: Wonsits Valley 13W-9-8-21 Well, 462' FSL, 770' FWL, SW SW, Sec. 9, T. 8 South,

R. 21 East, Uintah County, Utah

Gentlemen:

Pursuant to the provisions and requirements of Utah Code Ann.§ 40-6-1 et seq., Utah Administrative Code R649-3-1 et seq., and the attached Conditions of Approval, approval to drill the referenced well is granted.

This approval shall expire one year from the above date unless substantial and continuous operation is underway, or a request for extension is made prior to the expiration date. The API identification number assigned to this well is 43-047-35367.

Sincerely,

John R. Baza Associate Director

pab Enclosures

cc:

Uintah County Assessor

Bureau of Land Management, Vernal District Office



Operator:	OEP - Uinta Basin, Inc. er Wonsits Valley 13W-9-8-21			
Well Name & Number				
API Number:	43-047-3536	07		
Lease:	UTU-0805			}
Location: SW SW	Sec. 9	T. <u>8 South</u>	R.	21 East

Conditions of Approval

1. General

Compliance with the requirements of Utah Admin. R. 649-1 *et seq.*, the Oil and Gas Conservation General Rules, and the applicable terms and provisions of the approved Application for permit to drill.

2. Notification Requirements

Notify the Division within 24 hours of spudding the well.

• Contact Carol Daniels at (801) 538-5284.

Notify the Division prior to commencing operations to plug and abandon the well.

Contact Dan Jarvis at (801) 538-5338

3. Reporting Requirements

All required reports, forms and submittals will be promptly filed with the Division, including but not limited to the Entity Action Form (Form 6), Report of Water Encountered During Drilling (Form 7), Weekly Progress Reports for drilling and completion operations, and Sundry Notices and Reports on Wells requesting approval of change of plans or other operational actions.

4. State approval of this well does not supersede the required federal approval, which must be obtained prior to drilling.

NITED STATES MENT OF THE INTERIOR **BUREAU OF LAND MANAGEMENT**

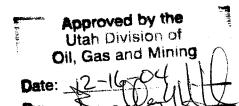
Bud	lget Bur	eau No. 10	04-0
Е	xpires:	March 31,	199

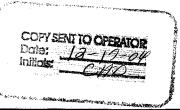
FORM APPROVED 0135

DOILLE	10 of Bill D Mail Medical	
SUNDRY NO o not use this form for proposals to drill or to	TICES AND REPORTS ON WELLS	5. Lease Designation and Serial No. UTU-0805
~ ~	TON FOR PERMIT—" for such proposals	6. If Indian, Allottee or Tribe Name
		N/A
SUBM	IT IN TRIPLICATE	7. If Unit or CA, Agreement Designation
Type of Well Oil Gas	CONFIDENTIAL	WONSITS VALLEY
Well Well Other		8. Well Name and No. WV 13W-9-8-21
Name of Operator		9. API Well No.
SHENANDOAH ENERGY INC Address and Telephone No		
11002 E. 17500 S. VERNAL, UT 84078-8526	(801) 781	43-047-35367 10. Field and Pool, or Exploratory Area
Location of Well (Footage, Sec., T., R., M., or Survey Description)	(601) /01-	WONSITS VALLEY
SWSW 462' FSL 770' FWL SEC. 9, T8S, R21E		11. County or Parish, State UINTAH, UTAH
CHECK APPROPRIATE	BOX(s) TO INDICATE NATURE OF NOTICE, R	EPORT, OR OTHER DATA
TYPE OF SUBMISSION	TYPE OF A	ACTION
X Notice of Intent	Abandonment	Change of Plans
	Recompletion	New Construction
Subsequent Report	Plugging Back	Non-Routine Fracturing
	Casing Repair	Water Shut-Off
Final Abandonment Notice	Altering Casing	Conversion to Injection
	X Other APD Extension	Dispose Water
		(Note) Report results of multiple completion on Well Completion or Recompletion Report and Log form.)
Describe Proposed or Completed Operations (Clearly state all pertinent give subsurface locations and measured and true vertical depths for all n	details, and give pertinent dates, including estimated date of starting any propose narkers and zones pertinent to this work)	d work. If well is directionally drilled,

13.

Shenandoah Energy Inc. hereby requests an 1 year extension from approval date on the WV 13W-9-8-21.





			1	The second the second statement of the	阿尔克斯斯 电压电阻	Samuel American Services
14. I hereby certify that the foregoing is true Signed JAN NELSON	and correct. Tulsow	Títle	Regulatory Affairs Analyst		Date	12/13/2004
(This space for Federal or State office se)						
Approved by:		Title			Date	
Conditions of approval, if any						

Title 18 U.S.C. Section 1001, makes it a crime for any person knowingly and willfully to make to any department or agency of the United States any false, fictitious or fraudulent statements or representations as to any matter within its jurisdiction.

RESET

43-047-35367

API:

Application for Permit to Drill Request for Permit Extension Validation (this form should accompany the Sundry Notice requesting permit extension)

Well Name: WV 13W-9-8-21 Location: SWSW 462' FSL 770' FWL SEC. 9, T8S, R21E Company Permit Issued to: QEP UINTA BASIN INC. Date Original Permit Issued: 12/4/2003					
The undersigned as owner with legal rights to drill on the property as permitted above, hereby verifies that the information as submitted in the previously approved application to drill, remains valid and does not require revision.					
Following is a checklist of some items related to the application, which should be verified.					
f located on private land, has the ownership changed, if so, has the surface agreement been updated? Yes□No☑					
Have any wells been drilled in the vicinity of the proposed well which would affect the spacing or siting requirements for this location? Yes⊡ No☑					
Has there been any unit or other agreements put in place that could affect the permitting or operation of this proposed well? Yes□ No ☑					
Have there been any changes to the access route including ownership, or right- of-way, which could affect the proposed location? Yes□No☑					
Has the approved source of water for drilling changed? Yes□No☑					
Have there been any physical changes to the surface location or access route which will require a change in plans from what was discussed at the onsite evaluation? Yes□No☑					
s bonding still in place, which covers this proposed well? Yes⊠No□					
Jan Del 50 12/13/2004					
Signature Date					
Title: Regulatory Affairs Analyst					
Representing: QEP UINTA BASIN INC.					

RECEIVED DEC 1 4 2004

Form 260-5 (June 1990)		UNITED STATES MENT OF THE INTERIOR OF LAND MANAGEMENT	1	FORM APPROVED adget Bureau No. 1004-0135 Expires: March 31, 1993
008 Do not use this form		CES AND REPORTS ON WELLS eepen or reentry to a different reservoir	5. Lease Desig	nation and Serial No. UTU-0805
	Use "APPLICATIO	N FOR PERMIT—" for such proposals	6. If Indian, Al	lottee or Tribe Name N/A
	ras Vell Other	DEC 1 4 2004	7. If Unit or Ca 8. Well Name a 9. API Well No	A, Agreement Designation WONSITS VALLEY and No. WV 13W-9-8-21
11002 E. 17500 S. VE	RNAL, UT 84078-8526	(801) 781-4341	10. Field and P	43-047-35367 rool, or Exploratory Area
	FWL SEC. 9, T8S, R21E		11. County or i	WONSITS VALLEY Parish, State UINTAH, UTAH
12.		OX(s) TO INDICATE NATURE OF NOTICE, REPOR	T, OR OTHER	DATA
TYPE OF Notice of Inte	SUBMISSION ent	TYPE OF ACTION Abandonment	Change of Pl	ans
Subsequent R	eport	Recompletion Plugging Back Casing Repair	New Constru	Fracturing
Final Abandon	nment Notice	Altering Casing Other APD Extension	Conversion t	·
*				of multiple completion on Well apletion Report and Log form.)
give subsurface locations and	l measured and true vertical depths for all marke	ils, and give pertinent dates, including estimated date of starting any proposed work. If start and zones pertinent to this work) asion from approval date on the WV 13W-9-8-21.	DIV,	PECEIVED JAN 1 1 2005 OF OIL, GAS & MINING
14. I hereby certify that the foreg		Title Regulatory Affairs Analyst	Date	12/13/2004
(This space for Federal or State off Approved by: Conditions of approval, if any	Michael Lee	Petroleum Engineer	Date	JAN 04 8 2005
Title 18 U.S.C. Section 1001, mak		ully to make to any department or agency of the United States any false, fictitious or fr	audulent statements or	



43-047-35367

API:

Application for Permit to Drill Request for Permit Extension Validation (this form should accompany the Sundry Notice requesting permit extension)

Well Name: WV 13W-9-8-21 Location: SWSW 462' FSL 770' FWL SEC. 9, T8 Company Permit Issued to: QEP UINTA BAS Date Original Permit Issued: 4/28/2004	
The undersigned as owner with legal rights to a above, hereby verifies that the information as a approved application to drill, remains valid and	submitted in the previously
Following is a checklist of some items related to verified.	to the application, which should be
If located on private land, has the ownership cl agreement been updated? Yes□No☑	hanged, if so, has the surface
Have any wells been drilled in the vicinity of the the spacing or siting requirements for this locate	
Has there been any unit or other agreements permitting or operation of this proposed well?	
Have there been any changes to the access roof-way, which could affect the proposed location	, ,
Has the approved source of water for drilling cl	hanged? Yes⊡ No ⊠
Have there been any physical changes to the s which will require a change in plans from what evaluation? Yes□No☑	
Is bonding still in place, which covers this prop	osed well? Yes⊠No□
Jan Nekon	12/13/2004
Signature	Date
Title: Regulatory Affairs Analyst	
Representing: QEP UINTA BASIN INC.	· · · · · · · · · · · · · · · · · · ·

Shenandoah Energy Inc. (QEP Uinta Basin Inc.) APD Extension

Well: WV 13W -9-8-21 Location: SWSW Sec. 09, T8S, R21E

Lease: UTU-0805

Conditions of Approval

An extension for the referenced APD is granted with the following condition(s):

- 1. The extension will expire 04/28/06
- 2. No other extensions beyond that period will be granted or allowed.

If you have any other questions concerning this matter, please contact Michael Lee at (435) 781-4432.





DEPARTMENT OF NATURAL RESOURCES



FORM 9

6. IF INDIAN, ALLOTTEE OR TRIBE NAME: UTE TRIBE	
7. UNIT OF CA AGREEMENT NAME: WONSITS VALLEY	
8. WELL NAME and NUMBER: WV 13W-9-8-21	
9. API NUMBER: 4304735367	
10. FIELD AND POOL, OR WILDCAT:	
WONSITS VALLEY	
COUNTY: UINTAH	
STATE: UTAH	
PRT, OR OTHER DATA	
REPERFORATE CURRENT FORMATION SIDETRACK TO REPAIR WELL TEMPORARILY ABANDON TUBING REPAIR	
 VENT OR FLARE WATER DISPOSAL WATER SHUT-OFF ✓ OTHER: APD EXTENSION 	
ies, etc.	
rs .	

RECEIVED
DEC 2 3 2005



Application for Permit to Drill Request for Permit Extension Validation

Validation (this form should accompany the Sundry Notice requesting permit extension)

43-047-35367

API:

Well Name: WV 13W-9-8-21 Location: 462' FSL 770' FWL, SWSW, SEC. 9, T8S, R21' Company Permit Issued to: QEP UINTA BASIN, INC Date Original Permit Issued: 12/4/2003				
The undersigned as owner with legal rights to drill on the property as permitted above, hereby verifies that the information as submitted in the previously approved application to drill, remains valid and does not require revision.				
ollowing is a checklist of some items related to the averified.	application, which should be			
f located on private land, has the ownership changed agreement been updated? Yes□No☑	d, if so, has the surface			
Have any wells been drilled in the vicinity of the proposed well which would affect he spacing or siting requirements for this location? Yes□No☑				
Has there been any unit or other agreements put in place that could affect the permitting or operation of this proposed well? Yes□No☑				
Have there been any changes to the access route including ownership, or right-of-way, which could affect the proposed location? Yes⊡No ☑				
Has the approved source of water for drilling changed? Yes□No☑				
Have there been any physical changes to the surface which will require a change in plans from what was dievaluation? Yes□No☑	location or access route scussed at the onsite			
s bonding still in place, which covers this proposed w	/ell? Yes⊠No□			
Signature	12/21/2005			
Signature	Date			
Title: REGULATORY AFFAIRS				
Representing: QEP UINTA BASIN, INC.				
	RECEIVED			
	DEC 2 3 2005			

DIV. OF OIL, GAS & MINING



State of Utah

Department of Natural Resources

MICHAEL R. STYLER Executive Director

Division of Oil, Gas & Mining

JOHN R. BAZA Division Director JON M. HUNTSMAN, JR. Governor

GARY R. HERBERT Lieutenant Governor

December 19, 2006

Laura Bills QEP Uinta Basin Inc. 11002 East 17500 South Vernal, Utah 84078

Re:

APD Rescinded -WV 13W-9-8-21 Sec. 9 T. 8S R. 21E

Uintah County, Utah API No. 43-047-35367

Dear Ms. Bills:

The Application for Permit to Drill (APD) for the subject well was approved by the Division of Oil, Gas and Mining (Division) on December 4, 2003. On December 16, 2004 and December 27, 2005 the Division granted a one-year APD extension. On December 15, 2006, you requested that the division rescind the state approved APD. No drilling activity at this location has been reported to the division. Therefore, approval to drill the well is hereby rescinded, effective December 15, 2006.

A new APD must be filed with this office for approval <u>prior</u> to the commencement of any future work on the subject location.

If any previously unreported operations have been performed on this well location, it is imperative that you notify the Division immediately.

Sincerely,

Diana Mason

Environmental Scientist

cc:

Well File

Bureau of Land Management, Vernal



United States Department of the Interior

BUREAU OF LAND MANAGEMENT

Vernal Field Office 170 South 500 East Vernal, UT 84078

(435) 781-4400 Fax: (435) 781-4410 http://www.blm.gov/utah/vernal



IN REPLY REFER TO: 3160 UT08300

January 3, 2007

43.047.35367

Jan Nelson QEP-Uinta Basin, Inc. 11002 East 17500 South Vernal, Utah 84078

Re:

Notification of Expiration Well No.: WV 13W-9-8-21 SWSW, Sec. 9, T8S, R21E

Uintah County, Utah Lease No. UTU-0805

Dear Ms. Nelson:

The Application for Permit to Drill the above-referenced well was approved on April 28, 2004. Our records indicate that a one year extension was granted expiring April 28, 2006. As of this date no known activity has transpired at the approved location. Applications for Permit to Drill are effective for a period of one year. In view of the foregoing, this office is notifying you that the approval of the referenced application has expired. If you intend to drill at this location at a future date, a new Application for Permit to Drill must be submitted.

This office requires a letter confirming that no surface disturbance has been made for this drill site. Any surface disturbance associated with the approved location of this well is to be rehabilitated. A schedule for this rehabilitation must be submitted to this office. Your cooperation in this matter is appreciated.

Sincerely,

/s/ Sandra Sather

Sandra Sather Legal Instruments Examiner

cc:

UDOGM

bcc:

Well File

U-922

Reading file

U-924

ES

RECEIVED
JAN 1 6 2007

DIV. OF OIL, GAS & MINING